

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01732A
Willow Valley Water Company, Inc.
c/o Global Water
21410 N 19th Ave. Ste. 201
Phoenix, AZ 85027

W

RECEIVED
APR 17 2010
ACC. UTILITIES DIRECTOR

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2009
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FOR COMMISSION USE

ANN 04	09
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4-20-10

COMPANY INFORMATION

Company Name (Business Name) Willow Valley Water Company, Inc.

Mailing Address 21410 N. 19th Ave., Ste. 201

(Street)

Phoenix

(City)

AZ

(State)

85027

(Zip)

623-580-9600

Telephone No. (Include Area Code)

623-580-9659

Fax No. (Include Area Code)

NA

Cell No. (Include Area Code)

Email Address graham.symmonds@gwresources.com

Local Office Mailing Address Same as above

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

☐ **Regulatory Contact:** Graham Symmonds

☐ **Management Contact:** Graham Symmonds CTO & SVP Regulatory Affairs & Compliance

(Name)

(Title)

21410 N. 19th Ave. Ste. 210

(Street)

Phoenix

(City)

AZ

(State)

85027

(Zip)

623-580-9600

Telephone No. (Include Area Code)

623-580-9659

Fax No. (Include Area Code)

602-615-4532

Cell No. (Include Area Code)

Email Address graham.symmonds@gwresources.com

On Site Manager: Ron Fleming, WVR General Manager

(Name)

201 East Coronado Street

(Street)

Buckeye

(City)

AZ

(State)

85326

(Zip)

623-386-4252

Telephone No. (Include Area Code)

623-386-6638

Fax No. (Include Area Code)

602-550-2717

Cell No. (Include Area Code)

Email Address ron.fleming@gwresources.com

Statutory Agent: <u>Andrew Abraham, Burch & Cracchiolo, PLC</u>			
(Name)			
<u>702 East Osborn, Ste. 200</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85014</u>
(Street)	(City)	(State)	(Zip)
<u>602-274-7611</u>	<u>602-234-0341</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Attorney: <u>Timothy J. Sabo, Roshka DeWulf & Patten, PLC</u>			
(Name)			
<u>400 E Van Buren, Ste. 800</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85004</u>
(Street)	(City)	(State)	(Zip)
<u>602-256-6100</u>	<u>602-256-6800</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address _____			

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|--|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|--|--|---|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input checked="" type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME: WILLOW VALLEY WATER COMPANY

UTILITY PLANT IN SERVICE

ACCT NO	DESCRIPTION	ORIGINAL COST	ACCUMULATED DEPRECIATION	OCID
301	ORGANIZATION	-	-	\$ -
302	FRANCHISE	-	-	\$ -
303	LAND & LAND RIGHTS	18,100.00	-	\$ 18,100.00
304	STRUCTURES & IMPROVEMENTS	198,155.71	(92,172.04)	\$ 105,983.67
307	WELLS & SPRINGS	1,622,491.06	(123,991.47)	\$ 1,498,499.59
309	SUPPLY MAINS	2,118.49	(71.92)	\$ 2,046.57
310	POWER GENERATION EQUIPMENT	10,751.16	(1,430.88)	\$ 9,320.28
311	PUMPING EQUIPMENT	528,150.29	(350,028.51)	\$ 178,121.78
320	WATER TREATMENT EQUIPMENT	287,298.77	(129,840.38)	\$ 157,458.39
330	DISTRIBUTION RESERVOIRS & STANDPIPES	266,343.72	(104,176.06)	\$ 162,167.66
331	TRANSMISSION & DISTRIBUTION MAINS	640,961.69	(261,251.72)	\$ 379,709.97
333	SERVICES	96,680.96	(48,802.13)	\$ 47,878.83
334	METERS & METER INSTALLATIONS	223,063.95	(177,809.86)	\$ 45,254.09
335	HYDRANTS	37,179.36	(12,428.38)	\$ 24,750.98
336	BACKFLOW PREVENTION DEVICES	1,023.96	(165.05)	\$ 858.91
339	OTHER PLANT & MISCELLANEOUS EQUIPMENT	7,665.84	(1,350.80)	\$ 6,315.04
340	OFFICE FURNITURE & EQUIPMENT	34,170.76	(21,582.15)	\$ 12,588.61
341	TRANSPORTATION EQUIPMENT	21,526.81	(20,360.15)	\$ 1,166.66
343	TOOLS, SHOP, AND GARAGE EQUIPMENT	42,908.80	(12,433.13)	\$ 30,475.67
344	LABORATORY EQUIPMENT	9,508.15	(2,153.77)	\$ 7,354.38
345	POWER OPERATED EQUIPMENT	38,924.90	(19,397.22)	\$ 19,527.68
346	COMMUNICATION EQUIPMENT	9,237.05	(2,433.39)	\$ 6,803.66
347	MISCELLANEOUS EQUIPMENT	8,273.33	(2,419.35)	\$ 5,853.98
348	OTHER TANGIBLE PLANT	3,937.27	(2,771.98)	\$ 1,165.29
	TOTALS	4,108,472.03	(1,387,070.34)	\$ 2,721,401.69

This amount goes on the Balance Sheet Acct. No. 108



COMPANY NAME: WILLOW VALLEY WATER COMPANY

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

ACCT NO	DESCRIPTION	ORIGINAL COST	DEPRECIATION PERCENTAGE	DEPRECIATION EXPENSE
303	LAND & LAND RIGHTS	18,100.00	0%	\$ -
304	STRUCTURES & IMPROVEMENTS	198,155.71	3%	\$ 6,409.77
307	WELLS & SPRINGS	1,622,491.06	3%	\$ 54,007.18
309	SUPPLY MAINS	2,118.49	3%	\$ 44.44
310	POWER GENERATION EQUIPMENT	10,751.16	5%	\$ 537.57
311	PUMPING EQUIPMENT	528,150.29	11% OR 13%	\$ 43,707.24
320	WATER TREATMENT EQUIPMENT	287,298.77	3%	\$ 9,175.92
330	DISTRIBUTION RESERVOIRS & STANDPIPES	266,343.72	2%	\$ 5,577.98
331	TRANSMISSION & DISTRIBUTION MAINS	640,961.69	2%	\$ 11,470.30
333	SERVICES	96,680.96	3%	\$ 3,151.90
334	METERS & METER INSTALLATIONS	223,063.95	3% OR 8%	\$ 7,989.00
335	HYDRANTS	37,179.36	2%	\$ 743.57
336	BACKFLOW PREVENTION DEVICES	1,023.96	7%	\$ 68.30
339	OTHER PLANT & MISCELLANEOUS EQUIPMENT	7,665.84	7%	\$ 511.07
340	OFFICE FURNITURE & EQUIPMENT	34,170.76	7%	\$ 1,926.88
341	TRANSPORTATION EQUIPMENT	21,526.81	20%	\$ 7,598.79
343	TOOLS, SHOP, AND GARAGE EQUIPMENT	42,908.80	5%	\$ 2,012.86
344	LABORATORY EQUIPMENT	9,508.15	10%	\$ 950.80
345	POWER OPERATED EQUIPMENT	38,924.90	5%	\$ 1,639.86
346	COMMUNICATION EQUIPMENT	9,237.05	10%	\$ 450.03
347	MISCELLANEOUS EQUIPMENT	8,273.33	10%	\$ 827.32
348	OTHER TANGIBLE PLANT	3,937.27	3%	\$ 79.70
	TOTALS	4,108,472.03		\$ 158,880.48

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.



BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$22,221	\$2,729
132	Special Deposits	29,367	29,367
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	20,856	20,348
143	Accumulated Provision for Uncollectible Accounts	(5,040)	(3,365)
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	10,776	10,987
162	Prepayments	4,573	6,994
174	Miscellaneous Current and Accrued Assets	25,894	24,924
	TOTAL CURRENT AND ACCRUED ASSETS	\$108,648	\$91,984
	FIXED ASSETS		
101	Utility Plant in Service	\$4,016,880	\$4,108,472
103	Property Held for Future Use		
105	Construction Work in Progress	4,640	1544
108	Accumulated Depreciation – Utility Plant	(1,228,190)	(1,387,070)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$2,793,329	\$2,722,946
	OTHER ASSETS		
114	Utility Plant Acquisition Adjustments	398,499	398,499
181	Unamortized Debt Discount & Expense		9,932
190	Accumulated Deferred Income Taxes		176,641
	TOTAL OTHER ASSETS	398,499	585,071
	TOTAL ASSETS	\$3,300,476	\$3,400,001

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$22,519	\$52,101
232	Notes Payable (Current Portion)	16,800	17,630
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	6,985	15,409
236	Accrued Taxes	10,662	11,346
237	Accrued Interest	1,394	1,539
241	Miscellaneous Current and Accrued Liabilities	9,580	6,939
253	Other Deferred Credits	15,354	17,649
	TOTAL CURRENT LIABILITIES	\$83,294	\$122,611
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$211,153	\$193,650
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	618,488	615,635
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax	236,650	
	TOTAL DEFERRED CREDITS	\$855,138	\$615,635
	TOTAL LIABILITIES	\$1,149,585	\$931,897
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value	2,238,160	2,619,816
215	Retained Earnings	(87,269)	(151,712)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$2,150,891	\$2,468,104
	TOTAL LIABILITIES AND CAPITAL	\$3,300,476	\$3,400,001

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$449,436	\$443,0536
460	Unmetered Water Revenue		
474	Other Water Revenues	32,730	46,320
	TOTAL REVENUES	\$482,166	\$489,376
	OPERATING EXPENSES		
601	Salaries and Wages	\$304,147	\$215,782
610	Purchased Water		
615	Purchased Power	33,979	42,797
618	Chemicals	18,274	18,966
620	Repairs and Maintenance	18,697	13,024
621	Office Supplies and Expense	41,440	35,161
630	Outside Services	12,770	13,005
635	Water Testing	5,401	16,874
641	Rents	9,185	12,092
650	Transportation Expenses	12,699	9,254
657	Insurance – General Liability	5,119	8,024
659	Insurance - Health and Life	1,058	4,155
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	14,364	10,580
403	Depreciation Expense	126,911	158,880
408	Taxes Other Than Income	2,620	218
408.11	Property Taxes	21,324	22,395
409	Income Tax	(60,815)	(40,121)
	TOTAL OPERATING EXPENSES	\$567,173	\$541,086
	OPERATING INCOME/(LOSS)	\$(85,007)	\$(51,710)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$779	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(13,333)	(12,733)
	TOTAL OTHER INCOME/(EXPENSE)	\$(12,554)	\$(12,733)
	NET INCOME/(LOSS)	\$(97,561)	\$(64,443)

COMPANY NAME: WILLOW VALLEY WATER COMPANY

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	8/1998	12/2002		
Source of Loan	WIFA	WIFA		
ACC Decision No.	60713	64891		
Reason for Loan	Plant Improvements	Well Site Upgrades		
Dollar Amount Issued	\$232,650	\$110,000	\$	\$
Amount Outstanding	\$131,683	\$79,598	\$	\$
Date of Maturity	9/2018	12/2022		
Interest Rate	6.125%	4.375%	%	%
Current Year Interest	\$8,649	\$3,597	\$	\$
Current Year Principle	\$11,874	\$4,798	\$	\$

Meter Deposit Balance at Test Year End \$ 15,408.68

Meter Deposits Refunded During the Test Year \$ 6,679.43

COMPANY NAME: Willow Valley Water Company

Name of System: Lake Cimarron

ADEQ Public Water System Number: AZ-04-08-129

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (Inches)	Year Drilled
55-604160 Lake Cimarron Large Well	7.5	190	60	12	4"	1960
55-604161 Lake Cimarron Small Well	10	225	100	6		1967

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (GPM)	Gallons Purchased or Obtained (In Thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
20	2	19	
25	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
196,000 GAL	1	5,800 GAL	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Willow Valley Water Company

Name of System: Lake Cimarron

ADEQ Public Water System Number: AZ-04-08-129

MAINS

Size (in Inches)	Material	Length (in Feet)
4	PVC	21
6	PVC	196
8	PVC	7,405
10	PVC	5,509
4	UNK	276
6	UNK	684
8	UNK	4,461
10	UNK	652

CUSTOMER METERS

Size (in inches)	Quantity
1"	1
5/8"	128

ABS = Acrylonitrile-Butadiene-Styrene	GALV = Galvanized Steel Pipe
AC = Asbestos Cement	PVC = Polyvinyl Chloride
ACP = Asbestos Concrete Pipe	PVCCL1 = PVC 900 CL 150
ASWP = American Spiral Weld Pipe	PVCCL2 = PVC 900 CL 200
CU = Copper	PVCNP = PVC - Not Purple
DIP = Ductile Iron Pipe	SDRCL1 = PVC SDR 26 CL 160
DIP150 = 150# Ductile Iron Pipe	STEEL = Steel
=	UNK = Unknown

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

NaOCl Injection System

Fe & Mn Removal System

STRUCTURES:

Shed

Fences around well sites

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Willow Valley Water Company

Name of System: King Street

ADEQ Public Water System Number: AZ-04-08-040

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (Inches)	Year Drilled
55-603946 Center Street			100	8		1964
55-603947 King St	15	300	120	8	4"	1959
55-603948 Meadowlark			100	8		1966
55-603949 Unit 17	15	300	100	8	4"	1969
55-603950 Commercial Well			100	8		1965
55-603951 Unit 1	15	250	100	24	4"	1960
55-603952 Riding Club Well			120	20		1960

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (GPM)	Gallons Purchased or Obtained (In Thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
15	6	46	
30	1		
40	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
163,000 GAL	1	14,000 GAL	1
47,000 GAL	1	2,200 GAL	1
96,000 GAL	1	5,200 GAL	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Willow Valley Water Company**Name of System: King Street****ADEQ Public Water System Number: AZ-04-08-040****MAINS**

Size (in Inches)	Material	Length (in Feet)
4	ABS	1,225
6	AC	2,164
4	ASWP	8,197
4	DIP	14
6	DIP	178
2	PVC	3,802
3	PVC	1,587
4	PVC	52,639
6	PVC	26,185
8	PVC	4,035
4	STEEL	22
6	STEEL	3
8	STEEL	185
-99	UNK	122
4	UNK	2,456
6	UNK	480

CUSTOMER METERS

Size (in inches)	Quantity
1"	12
3/4"	12
5/8"	1,404

ABS = Acrylonitrile-Butadiene-Styrene
AC = Asbestos Cement
ACP = Asbestos Concrete Pipe
ASWP = American Spiral Weld Pipe
CU = Copper
DIP = Ductile Iron Pipe
DIP150 = 150# Ductile Iron Pipe
=

GALV = Galvanized Steel Pipe
PVC = Polyvinyl Chloride
PVCCL1 = PVC 900 CL 150
PVCCL2 = PVC 900 CL 200
PVCNP = PVC - Not Purple
SDRCL1 = PVC SDR 26 CL 160
STEEL = Steel
UNK = Unknown

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Willow Valley Water Company	
Name of System: King Street	ADEQ Public Water System Number: AZ-04-08-040

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

NaOCl Injection System at Unit 17 and King St

Iron & Manganese removal at Unit 17 and King St

Filter Skid at Commercial St reservoir

STRUCTURES:

Office Building

Fences around well sites

Sheds at Unit 17 and King St

OTHER:

1 x Backhoe

1 x Bobcat

3 x Vehicles

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: WILLOW VALLEY WATER COMPANY

Name of System: Lake Cimarron

ADEQ Public Water System Number: AZ04-08-129

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	123	746	690	
FEBRUARY	125	565	638	
MARCH	125	562	970	
APRIL	125	532	907	
MAY	124	1,095	1,000	
JUNE	123	1,033	1,199	
JULY	126	873	1,319	
AUGUST	124	1,127	1,220	
SEPTEMBER	125	1,110	1,347	
OCTOBER	125	1,140	999	
NOVEMBER	124	686	958	
DECEMBER	123	744	670	
TOTALS →		10244	11,917	

What is the level of arsenic for each well on your system?

(If more than one well, please list each separately.)

ADWR #55-604161 (Lake Cimarron) 5 ppb

If system has fire hydrants, what is the fire flow requirement? ____ GPM for ____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

(X) Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: WILLOW VALLEY WATER COMPANY	
Name of System: King Street	ADEQ Public Water System Number: AZ04-08-040

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2009

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	1,408	6,128	7,276	
FEBRUARY	1,404	5,548	6,270	
MARCH	1,414	4,618	8,420	
APRIL	1,411	4,587	9,050	
MAY	1,409	10,223	10,732	
JUNE	1,408	10,061	12,934	
JULY	1,402	13,166	17,200	
AUGUST	1,406	14,150	15,183	
SEPTEMBER	1,406	11,593	11,452	
OCTOBER	1,403	8,875	8,241	
NOVEMBER	1,394	7,156	8,573	
DECEMBER	1,387	5,390	6,481	
TOTALS →		101,495	121,812	

What is the level of arsenic for each well on your system?

(If more than one well, please list each separately.)

ADWR #55-063947 (King Street) 4.1 ppb ADWR #55-603949 (Unit 17) <3 ppb

If system has fire hydrants, what is the fire flow requirement? ____ GPM for ____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

☒ Yes ☐ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☐ Yes ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes ☒ No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: WILLOW VALLEY WATER COMPANY	
Name of System: Consolidated	ADEQ Public Water System Number: NA

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	6	
FEBRUARY	0	3	
MARCH	0	3	
APRIL	0	2	
MAY	0	6	
JUNE	0	9	
JULY	0	3	
AUGUST	0	6	
SEPTEMBER	0	5	
OCTOBER	0	4	
NOVEMBER	0	9	
DECEMBER	0	3	
TOTALS →	0	59	

OTHER (description):

COMPANY NAME: WILLOW VALLEY WATER COMPANY
YEAR ENDING 12/31/2009

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2009 was: **\$22,395.00**

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

RECEIVED

APR 15 2010

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA Maricopa

I, THE UNDERSIGNED Graham Symmonds, CTO & SVP Regulatory Affairs & Compliance
OF THE Willow Valley Water Company, Inc.

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

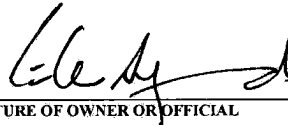
MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



SIGNATURE OF OWNER OR OFFICIAL

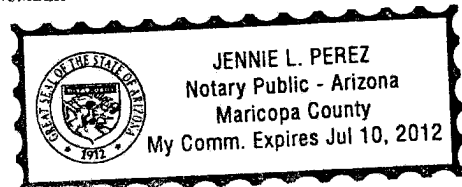
623-580-9600

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME JENNIE L PEREZ

A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA

THIS 15 DAY OF APRIL, 2010.



SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 7/10/2012

COMPANY NAME: WILLOW VALLEY WATER COMPANY
YEAR ENDING 12/31/2009

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>\$ (64,443.00)</u>
Estimated or Actual Federal Tax Liability	<u>\$ 0.00</u>

State Taxable Income Reported	<u>\$ (64,443.00)</u>
Estimated or Actual State Tax Liability	<u>\$ 0.00</u>

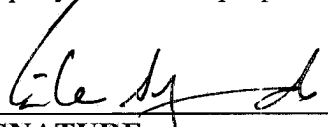
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>\$ 615,634.71</u>
Amount of Gross-Up Tax Collected	<u>\$ 0.00</u>
Total Grossed-Up Contributions/Advances	<u>\$ 0.00</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

April 15, 2010

DATE

Graham Symmonds

PRINTED NAME

CTO & SVP Regulatory Affairs and Compliance

TITLE

VERIFICATION AND SWORN STATEMENT

Intrastate Revenues Only

RECEIVED

VERIFICATION

STATE OF ARIZONA Maricopa

ACC UTILITIES DIRECTOR

I, THE UNDERSIGNED Graham Symmonds, CTO & SVP Regulatory Affairs & Compliance
OF THE Willow Valley Water Company, Inc.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2009

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

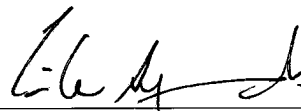
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2009 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 526,309.24

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 35,858.56 IN SALES TAXES, \$ 877.59 IN ACC FEES AND \$ 197.09 IN RUCO FEES, BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL

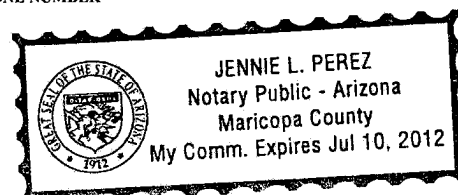
623-580-9600

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME JENNIE L PEREZ

A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA

THIS 15 DAY OF APRIL, 2010.



MY COMMISSION EXPIRES 7/10/2012

SIGNATURE OF NOTARY PUBLIC

VERIFICATION AND SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

RECEIVED

APR 1 2010

VERIFICATION

STATE OF ARIZONA Maricopa

ACC UTILITIES DIRECTOR

I, THE UNDERSIGNED Graham Symmonds, CTO & SVP Regulatory Affairs & Compliance

OF THE Willow Valley Water Company, Inc.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2009

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SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2009 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 454,781.11

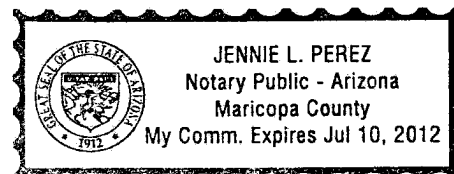
THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 31,828.61 IN SALES TAXES, \$ 781.39 IN
ACC FEES AND \$ 181.67 IN RUCO FEES, BILLED,
OR COLLECTED

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**


SIGNATURE OF OWNER OR OFFICIAL

623-580-9600
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME JENNIE L PEREZ
A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA
THIS 15 DAY OF APRIL, 2010.



MY COMMISSION EXPIRES 7/10/2012


SIGNATURE OF NOTARY PUBLIC